

The Honorable Marsha J. Pechman

UNITED STATES DISTRICT COURT
WESTERN DISTRICT OF WASHINGTON
AT SEATTLE

UNITED STATES OF AMERICA,

Plaintiff,

V.

ALLA SOBOL,

Defendant.

NO. CR 09-0084 MJP

DEFENDANT ALLA SOBOL'S SENTENCING MEMORANDUM

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CASE NO. CR 09-0084 MJP
PAGE 1

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SENTENCING MEMORANDUM

I. INTRODUCTION

The Defendant Alla Sobol is before the Court for sentencing pursuant to her entry of a plea of guilty to one count of conspiracy to commit bank fraud, a violation of 18 U.S.C. § 371. Sentencing is scheduled for Friday, December 4, 2009 at 2:15 p.m. This is Ms. Sobol's Sentencing Memorandum.

II. STATEMENT OF THE CASE

On March 25, 2009, Ms. Sobol was charged by Indictment with various offenses involving conspiracy to commit bank fraud, mail and wire fraud, false statements on loan applications and monetary transactions using criminally derived property. Ms. Sobol was arrested on March 26, 2009.

On May 15, 2009, after a series of detention hearings, Ms. Sobol was ordered released on conditions from United States Marshal's custody. Since that time, Ms. Sobol has remained on home detention with GPS monitoring, under Pretrial Services Supervision.

On July 1, 2009, a Superseding Indictment was filed, charging Ms. Sobol with one count of conspiracy to commit bank, mail and wire fraud, in violation of 18 U.S.C. § 371. On July 2, 2009, Ms. Sobol pled guilty as charged in Superseding Indictment.

This matter now comes before the Court for sentencing.

III. BOOKER, RITA, KIMBROUGH, GALL AND THE CURRENT SENTENCING PARADIGM

In a series of cases beginning in 1999, the United States Supreme Court examined the historical roots of the right to jury trial in both the original Constitution and the Bill of Rights. See U.S. Const. art. III, § 2, cl. 3; U.S. Const. amend. 6. The Court concluded that the right to jury trial is both an individual right and a structural allocation of power to the people, and held that in order to give it meaningful content, any fact that exposes a defendant to greater potential punishment must be found by a jury beyond a reasonable doubt. *Jones v. United*

1 *States*, 526 U.S. 227 (1999); *Apprendi v. New Jersey*, 530 U.S. 466 (2000); *Blakely v.*
 2 *Washington*, 542 U.S. 296 (2004); *United States v. Booker*, 543 U.S. 220 (2005). In *Booker*,
 3 a majority of the Court applied this reasoning to hold that judicial fact-finding under the
 4 mandatory United States Sentencing Guidelines violated the Sixth Amendment. A different
 5 majority (with Justice Ginsburg in both) created a remedy, directing judges to impose a
 6 sentence that complies with 18 U.S.C. § 3553(a), to treat the guidelines as merely advisory
 7 within that statutory framework, and instructing courts of appeal to review all sentences for
 8 reasonableness.

9 Commencing with *Booker*, the Guidelines are advisory. *Booker*, 543 U.S. at 245. A
 10 sentencing court is required to “consider Guidelines ranges,” but is directed to “tailor the
 11 sentence in light of other statutory concerns as well, *see* § 3553(a).” *Id.* at 245-46. Thus,
 12 under *Booker*, the guidelines are just one of a number of factors a court must weigh in crafting
 13 an appropriate and just sentence under a standard of “reasonableness.” *See Booker*, 542 U.S.
 14 at 262. *Accord United States v. Menyweather*, 431 F.3d 692, 700 (9th Cir. 2005). “[D]istrict
 15 courts now have more discretion to tailor sentences to the individual circumstances of a
 16 defendant.” *United States v. Trujillo-Terrazas*, 405 F.3d 814, 819 (10th Cir. 2005).

17 Section 3553(a) requires the Court to “impose a sentence sufficient, but not greater
 18 than necessary, to comply with the purposes set forth in paragraph (2) . . .” Section 3553(a)(2)
 19 states that such purposes are to reflect the seriousness of the offense; to promote respect for
 20 the law; to provide just punishment for the offense; to afford adequate deterrence to criminal
 21 conduct; to protect the public from further crimes of the defendant; and to provide the
 22 defendant with needed education or vocational training, medical care, or other correctional
 23 treatment in the most effective manner.

24 Section 3553(a) further directs the Court to consider “the nature and circumstances of
 25 the offense and the history and characteristics of the defendant;” the kinds of sentences
 26 available; the need to avoid unwarranted sentencing disparities among defendants with similar

records who have been found guilty of similar conduct; and the need to provide restitution to any victims of the offense. Even before *Booker*, the Supreme Court recognized that “it has been uniform and constant in the federal judicial tradition for the sentencing judge to consider every convicted person as an individual and every case as a unique study in the human failings that sometimes mitigate, sometimes magnify, the crime and the punishment to ensue.” *Koon v. United States*, 518 U.S. 81, 113 (1996).

In *Rita v. United States*, 127 S. Ct. 2456 (2007), *Kimbrough v. United States*, 128 S. Ct. 558 (2007), and *Gall v. United States*, 128 S. Ct. 586 (2007), the Court gave substantive and procedural content to the *Booker* remedy, making clear that § 3553(a) is the controlling sentencing law and rejecting devices that were used after Booker to maintain a *de facto* mandatory guideline system. The “Guidelines are only one of the factors to consider when imposing sentence.” *Gall*, 128 S. Ct. at 602. The Guidelines, “formerly mandatory, now serve as one factor among several [that] courts must consider in determining an appropriate sentence.” *Kimbrough*, 128 S. Ct. at 564.

“Many judges have criticized the guidelines not only for their inflexibility, but also for their unnecessary harshness in many cases.” *United States v. Ranum*, 353 F. Supp. 2d 984, 986 n.1 (E.D. Wis. 2005). In determining a “reasonable” sentence, § 3553(a) directs the Court to “impose a sentence sufficient, but not greater than necessary, to comply with the purposes [of § 3553(a)(2)],” a provision sometimes called the “parsimony provision.” Now that the Guidelines are advisory and subordinate to 18 U.S.C. § 3553(a) as a whole, the “parsimony provision” is applied in the broader context of assessing how much punishment is fair and reasonable for a particular person in a particular case. Regarding imprisonment, 18 U.S.C. § 3582(a) states:

The court, in determining whether to impose a term of imprisonment, and, if a term of imprisonment is to be imposed, in determining the length of the term, shall consider the factors set forth in section 3553(a) to the extent that they are applicable, recognizing that *imprisonment is not an appropriate means of promoting correction and rehabilitation*.

(emphasis supplied). The importance of this principle is stated by the United States Supreme Court. “The statute, as modified by Booker, contains an overarching provision instructing district courts to ‘impose a sentence sufficient, but not greater than necessary,’ to achieve the goals of sentencing.” *Kimbrough*, 128 S. Ct. at 570.

IV. HISTORY AND CHARACTERISTICS OF THE DEFENDANT AND THE NATURE AND CIRCUMSTANCES OF THE OFFENSE

Section 3553(a) requires the Court to first consider the “history and characteristics of the defendant and the nature and circumstances of the offense.”

A. Early Life in the Ukraine

Alla Pyatetsky was born in 1981 in Vinnitsa, Ukraine, when the Ukraine was a part of the Union of Soviet Socialist Republics. Her mother, Diana Arshinova Pyatetskaya, was a music teacher. Her father, Igor Pyatetsky, worked as a watch repairman. Their families were Russian Jews who had lived in this part of the Ukraine for many generations. Igor divorced Diana and left the family in 1985, when Alla was four years old. Igor Pyatetsky emigrated from the Ukraine to the United States.

Alla was 5 years old when the Chernobyl nuclear power plant disaster occurred. Diana reports that Alla—among many others in the region—became very sick from the radiation.

My daughter suffered tremendously in Ukraine under many circumstance the first being; after the April 1986 nuclear blow up in Chernobyl that geographically we were very close to in proximity. The government issued no warnings or cautions and let everyone believe everything was ok yet we all saw horrible things happen before our eyes. Alla became very sick. She couldn't leave the house because every time she did she developed an extremely high fever and she was very weak all the time. She wanted to go to preschool but couldn't because of the effects of the radiation had on her. I saw many children die after Chernobyl and was scared all the time for my daughter, she was suffering for months and not getting better.

Letter from Diana Pyatetskaya to Judge Pechman at Exhibit A, page 30.

Although the Ukraine had been a center of Jewish culture, it also had a history as a focal point of anti-Semitism. During the German occupation of World War II, the Ukraine

1 had been the site many of the most notorious mass murders and extermination camps
2 perpetrated by the Nazis. As a member of the post-war Union of Soviet Socialist Republics,
3 the Ukraine was still a hotbed of pervasive discrimination against the Jews. Jews were
4 generally not permitted to openly attend the higher schools or advance as professionals.
5 Because Diana and Alla were Jewish, Diana decided to leave the USSR to escape the
6 persecution and to live in a country with greater opportunity.

7 My daughter and I were already looked down on because we were Jewish so
8 there was already extreme hate and suspicion towards us. That is another
9 reason why I wanted to leave Ukraine I knew that there would be no chance
10 for higher education or any sort of successful future at the time. Jewish people
11 were not allowed to go to advanced schools or practice any religion or we
12 would be put in prison indefinitely. I also didn't want Alla to go through the
name calling and harassment for being Jewish as often as I had, and my
friends and parents were during our entire life. If anyone found out that we
stepped in to a synagogue I would have been immediately fired from my job
and Alla would be kicked out of school. So with all those conditions I knew I
had to do whatever I could to leave the country.

13 Letter from Diana Pyatetskaya to Judge Pechman at Exhibit A, page 30. Diana was able to
14 take Alla to the United States in 1989, when Alla was only 8 years old. Diana and Alla were
15 able to remain in the United States, and eventually to become citizens, by receiving asylum
16 status due to the religious persecution suffered by them in the USSR. PSR at par. 57.

17 **B. Living in the United States**

18 Alla faced many of the same difficulties that any new immigrant faces upon receiving
19 asylum in the United States:

20 It was difficult for me to adapt to an entirely new culture when we moved to
the United States. I had to learn the language and culture and felt that people
21 were looking at me and treating me differently because I was a foreigner. I
22 am sure that these are the same difficulties that many immigrants face when
trying to assimilate into the American culture.

23 Letter from Alla Sobol to Judge Pechman (November 20, 2009) at page 1. (This letter to the
24 Court was submitted to U.S. Probation and is attached to the PSR.)

25 When Alla and Diana came to the United States, they had no place to live and, out of
26 necessity, were forced to live with Igor Pyatetsky in Brooklyn, New York.

1 So even though my ex husband was extremely abusive I asked for his help to
 2 come the United States. We left everything we knew and came to a country
 3 where my ex-husband and Alla's father was. Since we had nowhere to go we
 ended up living with him. He took advantage of that situation and was
 constantly verbally and physically abusive.

4 Letter from Diana Pyatetskaya to Judge Pechman at Exhibit A, page 30.

5 During the time that they lived with Alla's father in Brooklyn, Igor Pyatetsky was
 6 extremely physically and verbally abusive. He would frequently scream and yell at both Alla
 7 and Diana. He beat Diana physically with his fists while Alla watched.

8 He always had jealous rages and would pull Alla out of school in the middle
 9 of the day and grill her about what I was doing and told her if she told me he
 would kill all of us including himself. I was always scared for Alla and what
 10 this was doing to her. There were also instances when he would beat me in
 front of Alla especially on holidays or birthdays just to show how much he
 11 was in control. There was an instance where he pulled out a knife and
 threatened to kill me and him and Alla was able to escape and call the
 neighbors for help. I realized all the suffering that Alla and I were going
 12 through but I was very new to the country didn't speak the language and
 unlike today I didn't realize the domestic violence laws of the U.S. because in
 13 Russia the police did not intervene in most cases in domestic violence
 situations.

14 Letter from Diana Pyatetskaya to Judge Pechman at Exhibit A, pages 30-31. Alla's family
 15 moved to Seattle in 1991 when she was ten years old. Shortly thereafter, Igor Pyatetsky
 16 packed up his clothes, left the family, and they never lived with him again. PSR at par. 57-59.

17 C. Work and School in Seattle

18 Alla always worked hard in school to be a good student and achieve good grades. She
 19 worked equally hard to financially provide for herself and her family.

20 [Alla] worked the entire time she was in high school and college often holding
 21 two jobs at once. She paid for her own car and her education and never asked
 22 me for any help.

23 Letter from Diana Pyatetskaya to Judge Pechman at Exhibit A, page 31.

24 I have worked constantly since I was in high school. I started working at in
 1996 when I was 15 years old. My first job was as a cashier at the Fresh
 25 Choice Salad Bar. In 1998, I worked as the front desk supervisor for The Spa
 at the Woodmark. I then got a job at See's Candies in 1999 as an assistant
 26 manager. That year, I graduated from Sammamish High School and was
 accepted to the University of Washington.

1 Letter from Alla Sobol to Judge Pechman (November 20, 2009) at page 1.

2 During the time that I went to college, I also worked full time to support
 3 myself and never took out student loans or asked for financial assistance.
 4 While going to college full time, I continued working at See's Candies and
 5 started working for Elite Home Care part time – which I continued to work at
 6 part time until January of 2009. Elite Care works with the elderly population.
 7 At the same time, I attended many continuing education classes for working
 8 with the elderly and received eight certifications in elder abuse, death and
 9 dying, CPR, first aid, dental care, diabetes education, and the fundamentals of
 10 care giving. In 2001, again while attending the UW, I worked part time as a
 11 sales associate at Macy's. I then went to work for Definitive Motors as a title
 12 clerk. I had this job at the same time as the Macy's and Home Care. These
 13 were all part time jobs I had to support myself while I was attending college.

14 Letter from Alla Sobol to Judge Pechman (November 20, 2009) at page 2.

15 Alla graduated from the University of Washington in two years by taking an
 16 abnormally high course load and working through the summers. She graduated in the
 17 Summer of 2001 with a Bachelor of Science degree. PSR at Par. 67.

18 **D. Ms. Sobol's First Job after College and Entry into the Mortgage Industry
 19 at Washington Mutual**

20 Alla had saved her hard-earned money and at the age of 20, was able to afford the
 21 down payment on her own condominium. After an extreme work and school schedule, she
 22 took a few months break after graduating from college. After September 11, 2001, the
 23 economy stalled and crashed. She then found it very difficult to get a job.

24 Because she could not find the type of professional job she had hoped for, Alla went to
 25 a temporary job placement agency and was placed in one of the only industries that was hiring
 26 at the time, the mortgage industry. The mortgage industry was active because of the rate drop
 27 after the economy crashed following September 11. In late September 2001, Washington
 28 Mutual Wholesale Division hired Alla as an entry level loan processor at \$11.00 per hour.
 29 After working a few months, WAMU realized that Ms. Sobol was a hard worker and offered
 30 her a stable job with higher pay and benefits. Letter from Alla Sobol to Judge Pechman
 31 (November 20, 2009) at page 2.

1 Ms. Sobol was 20 years old. Washington Mutual (WAMU) was Ms. Sobol's first
 2 professional job out of college and the place where she was taught what it took to be
 3 successful in the mortgage business. WAMU was not a good place to learn ethical and sound
 4 mortgage practices at this particular time. The mortgage industry was booming and
 5 Washington Mutual was struggling to compete in the subprime mortgage market with
 6 Countrywide and a host of other lenders. Loan officers at WAMU were constantly instructed
 7 to originate loans, regardless of the risk or the documentation of the ability of the borrower to
 8 repay the loan. *See generally*, Drew DeSilver, *Part One: Reckless Strategies Doomed*
 9 *WaMu*, and David Heath, *Part Two: WaMu: Hometown Bank Turned Predatory*, The Seattle
 10 Times, October 25 and 26, 2009, attached as Exhibit B, pages 43-61. As a processor, Ms.
 11 Sobol was instructed to avoid verifying income or assets, and to take whatever information
 12 the loan officer provided on the loan application forms. These were called no doc, low doc,
 13 stated/stated loans, etc, WAMU also accepted NIV (no income verification loans). This was
 14 standard practice at WAMU. *Id.* Letter from Alla Sobol to Judge Pechman (November 20,
 15 2009) at page 3.

16 **E. Employment as a Loan Processor at First Northwest Mortgage**

17 Ms. Sobol was a successful loan processor at Washington Mutual. Because loan
 18 processors were in high demand, Ms. Sobol was offered a better job and moved on from
 19 WAMU. From August 2002 until July 2003, Ms. Sobol worked as a loan processor, first at
 20 Conseco Financial, and then at First Northwest Mortgage in Bellevue. First Northwest
 21 Mortgage was a reputable mortgage brokers' shop. For the last few months of this job, Ms.
 22 Sobol was employed as a loan officer originating loans. PSR at Par. 70-71. Ms. Sobol was
 23 not involved in any fraudulent activity at this institution.

24 **F. Employment as a Loan Representative for Central Banc and Countrywide**

25 From August 2003 until March 2006, Ms. Sobol worked for Central Banc Mortgage in
 26 Bellevue. John Delaney was the President. Central Banc was a sub-prime wholesaler of

1 mortgages. Central Banc would underwrite and fund mortgage loans on a line of credit, then
 2 immediately resell the loans to different banks or investors. Ms. Sobol was one of several
 3 loan representatives who would go into the mortgage broker shops in the area and tell loan
 4 brokers about the various loan programs that were offered by Central Banc. John Delaney
 5 determined the loan guidelines, the rate structures, and the level of risk that would be
 6 undertaken by Central Banc. Mr. Delaney's decisions appeared to be determined by where he
 7 could market the loans. Ms. Sobol did not originate any loans at Central Banc. She was not
 8 involved in approving or disapproving loans. Letter from Alla Sobol to Judge Pechman
 9 (November 20, 2009) at page 3.

10 From February 2006 until August 2006, Alla Sobol worked for Countrywide as an
 11 account executive for the sub-prime division. Countrywide was also a sub-prime wholesaler
 12 that took on risky loans at very high interest rates. Countrywide would also underwrite the
 13 loan and fund it on a line of credit, then immediately (usually the same day) resell the loan to
 14 different banks or investors. Alla Sobol was one of about ten account executives in
 15 Washington (and hundreds, maybe thousands, across the entire country) who would go into
 16 the mortgage broker shops and tell loan brokers about the loan programs that were offered by
 17 Countrywide. Countrywide determined the borrower verification requirements, the loan
 18 guidelines, the rate structures, and the level of risk that would be undertaken. Ms. Sobol
 19 marketed the loan programs as she was instructed by Countrywide. Ms. Sobol did not
 20 originate any loans at Central Banc. She was not involved in approving or disapproving loans
 21 or setting loan policy. At Countrywide, the files all went directly to Colorado, where all the
 22 underwriting decisions were made. Letter from Alla Sobol to Judge Pechman (November 20,
 23 2009) at page 4.

24 **G. Marriage and Family Life**

25 In August 2004, Alla met David Sobol. She was 23 years old. David Sobol was 35
 26 years old, and recently divorced with a pre-teen child. Alla and David were married in March

1 2005, when Alla was 24 years old. Their son R.S. was born in 2007. When Alla met David
 2 Sobol, he was in the import-export business. In 2005, David Sobol passed his real estate
 3 license and became a successful real estate salesman working for Skyline Properties.

4 Alla and David continued to live together until February 2009, when they separated
 5 and jointly filed for divorce. They are in the process of finalizing their divorce. R.S. has
 6 lived with Alla since February, with the exception of the approximately two months of her
 7 incarceration at the FDC, when he lived with Alla's mother, Diana, at Diana's home. Since
 8 her release on Pretrial Services supervision, Alla and R.S. have continued to live at Diana's
 9 house, as Diana is Alla's third party custodian.

10 **H. Vladislav Baydovskiy**

11 Alla had earlier met Vladislav Baydovskiy when she was a student at the University of
 12 Washington. Mr. Baydovskiy dropped out of school, however, and Alla did not have contact
 13 with him for several years. Alla became reacquainted with Mr. Baydovskiy when she was
 14 working at Central Banc and Mr. Baydovskiy was running Kobay Financial Corporation, a
 15 mortgage brokerage business.

16 I ran into him again when working at Central Banc and we resumed our
 17 friendship. At the time, he seemed to me to be very charming and I was very
 18 impressed by his and Viktor Kobzar's apparent success. Vlad and Viktor
 19 were driving matching luxury cars (Lamborghinis), buying matching million
 20 dollar condos in Lincoln Square, and living a lavish lifestyle. To me, at the
 21 time, I guess that I was impressed to see someone of my generation and
 22 background as a Russian immigrant achieve the level of wealth and success
 23 that I thought they had. I see now that I was foolish to think this.

24 Letter from Alla Sobol to Judge Pechman (November 20, 2009) at page 4.
 25

26 When Mr. Baydovskiy and Viktor Kobzar approached her about going into business
 27 together with the two of them, Alla was flattered, and agreed to do so. Mr. Baydovskiy and
 28 Mr. Kobzar had created Nationwide Home Lending earlier, in November of 2005. Alla took
 29 and passed the mortgage broker's test in 2006. Beginning in September 2006, Ms. Sobol's
 30 name was substituted as the registered mortgage broker for Nationwide.

1 Although she did not appreciate this at the time, Alla later learned from Camie Byron
 2 that Mr. Baydovskiy and Mr. Kobzar were using Ms. Sobol for her mortgage broker's license
 3 because they and Kobay had run into trouble with the State Department of Financial
 4 Institutions. Letter from Alla Sobol to Judge Pechman (November 20, 2009) at page 4-5. *See*
 5 *also* Camie Byron Proffer Transcript, May 28, 2009, at page 13.

6 Nationwide was organized as follows: Mr. Baydovskiy, Mr. Kobzar, and Ms. Sobol
 7 each received the loan fees on their own originated loans. Ms. Sobol got nothing from Mr.
 8 Baydovskiy's or Mr. Kobzar's loans; they received no fees from Ms. Sobol's loans. There
 9 were also anywhere from 5-10 other contract loan officers at a particular time. For each loan
 10 one of the other contractors originated, they would pay \$500.00 to Nationwide, which was
 11 split equally between Mr. Baydovskiy, Mr. Kobzar, and Ms. Sobol. Mr. Baydovskiy was in
 12 charge of running the business, including hiring and firing staff, paying the rent, the janitor,
 13 the copier fees, negotiating the contracts and all the other expenses. Mr. Baydovskiy also did
 14 the taxes. Letter from Alla Sobol to Judge Pechman (November 20, 2009) at page 5. PSR at
 15 par. 23 ("Vladislav Baydovskiy controlled the financial operations of Nationwide . . .").

16 The mortgage industry at the time was at its most unregulated and completely out of
 17 control. There were hundreds of small wholesale banks popping up every day, each one with
 18 its own special product. Stated income loans (no verification of income was requested);
 19 stated assets loans (no verification of assets was requested); no income stated at all loans; no
 20 assets stated at all loans; no appraisal loans; and the 1% negative amortization loan where the
 21 customer paid the minimum and the principal balance grew. Letter from Alla Sobol to Judge
 22 Pechman (November 20, 2009) at page 5. *See generally*, Drew DeSilver, *Part One: Reckless*
 23 *Strategies Doomed WaMu*, and David Heath, *Part Two: WaMu: Hometown Bank Turned*
 24 *Predatory*, The Seattle Times, October 25 and 26, 2009, attached as Exhibit B, pages 43-61.

1 **I. Alla Sobol Voluntarily Shuts Down Nationwide in October 2008**

2 At some point in 2007, Ms. Sobol decided that she no longer wanted to be business
 3 partners with Mr. Baydovskiy and Mr. Kobzar. In the end of December 2007, Ms. Sobol
 4 informed Mr. Baydovskiy that she did not intend to renew her license and intended to close
 5 Nationwide. Mr. Baydovskiy literally got on his knees and started crying, begging Ms. Sobol
 6 to renew and assuring her that all would be well. Letter from Alla Sobol to Judge Pechman
 7 (November 20, 2009) at page 5. *See also* David Sobol Proffer Transcript, June 10, 2009, at
 8 page 148.

9 Feeling pressure from Mr. Baydovskiy, Ms. Baydovskiy, Mr. Kobzar and David
 10 Sobol, Alla renewed the license one more time. Alla reports:

11 I felt pressure by Vlad, Neta, Viktor and David to keep my license since they
 12 all more or less depended on Nationwide operating, so I renewed my license
 13 for the last time. I should have done the right thing and closed the business
 14 then. I was wrong to continue. I very much regret not having the courage to
 15 stop the business right then.

16 Letter from Alla Sobol to Judge Pechman (November 20, 2009) at page 5.

17 In October 2008, Ms. Sobol shut down Nationwide on her own. To do this, she
 18 submitted a surrender of license form to the State Department of Financial Institutions,
 19 indicating that Nationwide was no longer in business. *See* DFI form MU1, dated October 7,
 20 2008, attached as Exhibit C, p. 63. Ms. Sobol also contacted the lenders, telling them that
 21 Nationwide was no longer in business and that they should not accept any more applications.
 22 Letter from Alla Sobol to Judge Pechman (November 20, 2009) at page 6. Ms. Sobol
 23 continued to encourage David Sobol to close Emerald City Escrow, and he did so in
 24 December of 2008.

25 **J. Arrest, Jail and Home Detention**

26 On March 26, 2009, Ms. Sobol was arrested in this case. On May 15, 2009, she was
 27 released to home detention and GPS monitoring on Pretrial Services Supervision.

1 **V. CALCULATION OF THE ADVISORY SENTENCING GUIDELINE RANGE**

2 **Base Offense Level.** The advisory sentencing guideline range is correctly calculated
 3 by the Probation Service pursuant to USSG § 2B1.1. The base offense level is 6. USSG §
 4 2B1.1(a)(2).

5 **Loss Amount.** As the Presentence Report states, calculation of the actual loss amount
 6 presents a number of difficult problems, including, but not limited to: documentation of any
 7 loss at all (at least one bank has directly and falsely represented to the United States
 8 Attorney's Office that its loans are in default, when, in fact, they are not); calculation of the
 9 net loss where the bank is in the process of selling the property securing the loan; the
 10 unavailability of an accurate appraisal of the value of some properties; the lack of reasonable
 11 foreseeability by individual defendants of a loss on a particular loan where the housing market
 12 is expected to continue to rise and credit is expected to remain fluid; the immateriality of a
 13 false statement on a particular loan where the lender clearly would have made the loan
 14 regardless of the false statement because the loan to value ratios were sound and the borrower
 15 otherwise had sufficient income and assets to justify the loan. Nevertheless, the parties have
 16 agreed, that for purposes of determining the advisory guideline range, an upward adjustment
 17 of 18 levels, representing an estimated overall loss of \$2.5 million to \$7 million, is
 18 appropriate.

19 **Victim Related Adjustment.** The application of this two-level upward adjustment
 20 (for 10 or more banks) is not clear at this time. It is undersigned counsel's understanding that
 21 only nine banks have submitted verifiable losses.

22 **Role in the Offense.** The 4 level upward adjustment (the maximum allowable)
 23 suggested by U.S. Probation overstates Ms. Sobol's role in the offense and distorts her
 24 relative culpability as compared with the other defendants, particularly Mr. Baydovskiy and
 25 Mr. Kobzar. Ms. Sobol did, on some transactions, supervise Ms. Byron. On many others,
 26 Ms. Byron acted as her own loan officer and was, in fact, an independent contractor. Also,

1 loan officers drawing up escrow instructions inevitably provide some level of direction to the
 2 escrow officers executing those directions. Finally, Ms. Sobol did have an ownership interest
 3 in Nationwide, obtaining some profit from the contract loan officers, and did permit her
 4 mortgage broker's license to be substituted for Mr. Kobzar's license. On the other hand, it is
 5 undisputed that Mr. Baydovskiy and Mr. Kobzar created Kobay and Nationwide and that Mr.
 6 Baydovskiy actually managed the day-to-day operations of Nationwide, including exercising
 7 control over Nationwide's finances and taxes. Under these circumstances, no upward
 8 adjustment of the offense level is necessary to accurately capture Ms. Sobol's role in the
 9 offense as compared to the other participants. If any adjustment were indicated, a two level
 10 adjustment would be sufficient to reflect Ms. Sobol's relative role.

11 **Acceptance of Responsibility.** The probation department correctly accords Ms.
 12 Sobol a 3 level adjustment for acceptance of responsibility.

13 **Total Offense Level.** Ms. Sobol has no criminal history. With no upward adjustment
 14 for role in the offense, the total offense level would be 21. The resulting guideline would be
 15 37-46 months. With a two level upward adjustment for her role in the offense, the resulting
 16 total offense level would be 23, with a guideline range of 46-57 months.

17 **VI. THE RELATIVE CULPABILITY OF THE VARIOUS DEFENDANTS AS
 18 MEASURED BY THE LENGTH OF TIME INVOLVED IN THE OFFENSE
 19 AND THE NEED TO AVOID UNWARRANTED SENTENCING DISPARITIES
 20 AMONG THE DEFENDANTS.**

21 In some cases, it may be difficult for the Court to confidently sort out the relative
 22 culpability of defendants involved in differing, interlocking roles in a conspiracy. As
 23 sentencing approaches, accurate characterizations of various defendants' roles are sometimes
 24 distorted as defendants attempt to minimize their exposure to jail time. A more manageable
 25 and objective measure of relative culpability in a case such as this is the length of time that
 26 each defendant was actively involved in the misconduct of the conspiracy to which each has
 plead guilty.

1 In this case, Ms. Sobol was the last defendant to join and actively participate in the
 2 misconduct of this conspiracy. Kobay was operated by Mr. Baydovskiy and Mr. Kobzar
 3 beginning in September 2000. PSR at Par. 21. Nationwide was established by Mr.
 4 Baydovskiy and Mr. Kobzar in 2005. Vladislav Baydovskiy Plea Agreement, at dkt. 188,
 5 page 7, line 6-7. Camie Byron began working as a loan processor at Kobay in September
 6 2005. Camie Byron Proffer Transcript, May 28, 2009, at page 27, line 25. David Sobol and
 7 Donata Baydovksiy and Jacob Korn established Emerald City Escrow in September 2005.
 8 David Sobol Plea Agreement, dkt. 126 at page 6, line 10-11. Sandra Thorpe began writing
 9 false verification letters in February 2006. Sandra Thorpe Plea Agreement, dkt. 135, page 6,
 10 line 26.

11 Ms. Sobol became an owner of Nationwide and her license was substituted as the
 12 licensed mortgage broker in September 2006. PSR at par. 24. Ms. Sobol actually began
 13 personally participating in originating loans in February 2007. *Id.* Ms. Sobol was thus the
 14 last of these defendants to join and actively participate in the misconduct of this conspiracy.

15 Sandra Thorpe stopped writing the false verification letters in about March 2008.
 16 Sandra Thorpe Plea Agreement, dkt. 135, page 7, line 15-16. With the exception of Ms.
 17 Thorpe, Alla Sobol was the first of these defendants to leave the conspiracy and stop
 18 participating in the criminal activity. Ms. Sobol left Nationwide and then affirmatively closed
 19 it down by completing a Form MU1 and submitting it to the Washington State Department of
 20 Financial Institutions on October 7, 2008. *See Exhibit C.* David Sobol continued to operate
 21 Emerald City Escrow until December 2008. Mr. Baydovskiy, Mr. Kobzar and Ms.
 22 Baydovskiy continued in the mortgage business, including opening or attempting to open a
 23 new escrow company (Sierra Escrow) after the closure of Emerald City, and were still
 24 involved in the mortgage brokering business at the time of their arrest in March 2009. Camie
 25 Byron continued to participate at least until Alla closed Nationwide and, although this is not
 26 entirely clear from the materials currently available, apparently continued to work in some

1 capacity as a loan officer in the mortgage industry until her arrest in March 2009. Ms. Sobol
 2 had stopped, on her own accord, without being arrested, in October 2008.

3 Ms. Sobol was the last defendant to join and actively participate in the misconduct of
 4 this conspiracy and, with the exception of Sandra Thorpe, the first to cease participation in the
 5 misconduct of the conspiracy. The Court should consider these facts—she was the *last*
 6 defendant in and the *first* defendant out—as a measure of relative culpability of the
 7 defendants in imposing proportional sentences among the defendants in this case.

8 **VII. THE FACT THAT MS. SOBOL VOLUNTARILY TERMINATED THE
 9 OPERATIONS OF NATIONWIDE PRIOR TO THE INITIATION OF THE
 10 LAW ENFORCEMENT INVESTIGATION DEMONSTRATES AN
 EXTRAORDINARY ACCEPTANCE OF RESPONSIBILITY AND JUSTIFIES
 A LOWER SENTENCE.**

11 It is rare that, prior to becoming aware of a law enforcement investigation, a defendant
 12 in a fraud scheme voluntarily terminates the fraudulent enterprise, ceasing her own
 13 involvement, and at the same time crippling the ability of the other defendants to continue in
 14 the fraudulent scheme. In this case, Ms. Sobol did just that.

15 Ms. Sobol left Nationwide and then affirmatively closed it down on October 7, 2008
 16 by submitting a Form MU1 to the Washington State Department of Financial Institutions. *See*
 17 Exhibit C. As her mother explains:

18 [Alla] would confide in me often how she felt that David wasn't supporting her,
 19 that she wanted to close her business and she wanted David to close his
 company but no one would listen to her, and yet with everyone's opposition she
 20 got the strength to close up the business not because the government shut her
 down but because she knew what she was doing was wrong and she was
 determined to end it. You Honor my daughter acted alone when she closed her
 21 business in October of 2008 no one helped she made the decision on her own
 and was scared of the consequences from everyone else but she still did it.

22 Letter from Diana Pyatetskaya to Judge Pechman at Exhibit A, pages 31-32.

23 This is itself a mitigating factor as well as an independent ground for the Court to
 24 impose a sentence below the guideline range. This is important because it demonstrates that
 25 the defendant's remorse and acceptance of responsibility is not just the result of getting
 26 caught by the police and the resulting prospect of jail time. It is rather an independent

1 judgment, exercised by a free will, to stop doing bad things, and to begin doing good things.
 2 This is a mitigating fact that justifies a lower sentence. This is a fact that the Court should
 3 consider in determining a proportionally appropriate sentence in this case.

4 **VIII. MS SOBOL'S EARLY COOPERATION WITH THE GOVERNMENT
 5 DEMONSTRATES THE DEPTH OF HER ACCEPTANCE OF
 6 RESPONSIBILITY AND ASSISTS THE GOVERNMENT AND THE COURT
 IN THEIR RESPONSIBILITIES TO BE GOOD STEWARDS OF THE
 FEDERAL GOVERNMENT'S SCARCE RESOURCES.**

7 Alla Sobol was the first of the charged defendants to agree to sit down with the United
 8 States Attorney's Office and federal law enforcement agents to provide detailed information
 9 about this conspiracy and to provide assistance against the other defendants. Ms. Sobol's first
 10 interview with the United States Attorney's Office occurred on April 16, 2009. She met with
 11 the Assistant United States Attorneys and gave additional information on May 4, May 22,
 12 June 30, and November 17, 2009. On a number of occasions, Ms. Sobol also passed on
 13 information requested by the government through her lawyer. The sequence in which these
 14 initial proffer sessions occurred is set forth below:

15 **DATES OF DEFENDANT PROFFER SESSIONS WITH
 GOVERNMENT ATTORNEYS AND FEDERAL AGENTS**

16 April 16, 2009—Alla Sobol
 17 May 4, 2009—Alla Sobol
 18 May 22, 2009—Alla Sobol
 19 May 26, 2009—Donata Baydovskiy
 20 May 28, 2009—Camie Byron
 21 June 10, 2009—David Sobol
 22 June 17, 2009—Camie Byron
 23 June 25, 2009—Camie Byron
 24 June 30, 2009—Alla Sobol (telecon)
 25 July 28, 2009—Camie Byron
 26 August 28, 2009—Vladislav Baydovskiy
 27 August 3, 2009—Viktor Kobzar
 28 August 12, 2009—Viktor Kobzar
 29 November 17, 2009—Alla Sobol

30 The transcript of Ms. Sobol's interviews with federal law enforcement authorities was
 31 provided to the lawyers for each of the other defendants. It was made known to the other
 32 lawyers early on that Ms. Sobol was cooperating with the government. On May 4, 2009, Ms.
 33 Sobol's lawyer announced in open court to the other defendants and their counsel that Ms.

1 Sobol was cooperating against the other defendants in the courtroom. At the time of Ms.
 2 Sobol's second detention hearing, the government disclosed in open court that Ms. Sobol was
 3 cooperating with the government against the other defendants. (It should be noted that Camie
 4 Byron agreed to be interviewed by federal agents at the time of her arrest (March 26, 2009) in
 5 her home, but prior to obtaining counsel.)

6 Ms. Sobol was also the first of the defendants to plead guilty in United States District
 7 Court. The sequence of the guilty pleas of the defendants is set forth below:

8 **Date of Plea of Guilty**

9 July 2, 2009—Alla Sobol
 10 July 7, 2009—David Sobol
 11 July 9, 2009—Sandra Thorpe
 12 July 30, 2009—Camie Byron
 September 24, 2009—Donata Baydovskiy
 September 25, 2009—Vladislav Baydovskiy
 October 2, 2009—Viktor Kobzar

13 The fact that Ms. Sobol was cooperating with the government early on, and the fact
 14 that Ms. Sobol was the first of the defendants to plead guilty, undoubtedly assisted the
 15 government and the Court in bringing these matters to a prompt and efficient resolution
 16 without unnecessarily expending the government's and the Court's time, money and human
 17 resources. Ms. Sobol's cooperation therefore assisted the government and the Court in their
 18 respective responsibilities to be good stewards of the federal government's scarce resources,
 19 while at the same time obtaining convictions of all charged defendants.

20 Ms. Sobol's early cooperation also demonstrates the depth of her acceptance of
 21 responsibility. In the face of daunting potential penalties, it takes courage and a commitment
 22 to the truth to be the first defendant to step forward and cooperate against the other
 23 defendants, particularly when at least some of the others have been close friends (and in one
 24 case, a spouse). This is particularly so when the defendant is in a forum where the value of
 25 her cooperation with the government is uncertain. Ms. Sobol showed that courage and that
 26 commitment to the truth.

1 While the other defendants waited back to see whether the government could muster a
 2 case against them, Ms. Sobol stepped forward and told the truth that inculpated all of them.
 3 Ms. Sobol forthrightly stepped forward and offered to testify truthfully for the government, a
 4 move that made it impossible for the other defendants to hold out any hope of success at trial.
 5 All of the other defendants eventually followed suit and plead guilty, although some took
 6 months to come to the table. Ms. Sobol took these emotionally difficult steps even though she
 7 was chastised by at least one co-defendant, who communicated to her that if she had just kept
 8 her mouth shut, all of the defendants could have escaped punishment. Ms. Sobol and her
 9 mother have also been ostracized in the close knit local Russian community for Ms. Sobol's
 10 cooperation.

11 Finally, Ms. Sobol has clearly provided information that enables the government to
 12 bring others to justice who are not yet charged with a crime. The fact that Ms. Sobol has
 13 provided assistance in the prosecution of others not yet charged is a mitigating fact that the
 14 Guidelines and courts throughout the country have traditionally considered in imposing a just
 15 sentence. *See, e.g., United States v. Blue*, 557 F.3d 682 (6th Cir. 2009) (under *Booker*, the
 16 court may consider the defendant's cooperation in the context of the 3553(a) factors in
 17 imposing a below-guidelines sentence, irrespective of whether a U.S.S.G. § 5K1.1 is filed by
 18 the government).

19 **IX. THE RELATIVELY SMALL NUMBER OF FALSE LOAN FILES THAT**
 20 **INVOLVE A LOSS TO THE LENDER IN WHICH MS. SOBOL WAS**
 21 **ACTIVELY INVOLVED AS THE LOAN OFFICER IS ONE MEASURE OF**
 22 **MS. SOBOL'S RELATIVE CULPABILITY.**

23 The loss amounts in this case have been analyzed and determined by reference to what
 24 the parties have come to refer to as the "Fraud Book." The Fraud Book is a spreadsheet
 25 generated by federal investigators that includes 72 transactions upon which the loss amounts
 26 are based. *See* PSR at par. 15.

27 Alla Sobol was the loan officer on 17 of these transactions. (Nos. 7, 8, 27, 28, 36, 41,
 28 44, 50, 57, 58, 59, 60, 62, 64, 67, 70, and 71.) An analysis of these transactions reveals 6

1 loans (Nos. 27, 28, 36, 50, 60, and 67) on which (1) Alla Sobol is the loan officer; and (2) the
 2 borrower is at least one month in arrears in payments. (On one loan (No. 41), the borrower is
 3 17 days behind in payments; it is not clear whether this ought also to be considered by the
 4 Court as a “loss” by the bank.) The relatively small number of false loans files that involve a
 5 loss to the lender in which Ms. Sobol was actively involved as a loan officer, as compared
 6 with the larger pool of loans, is another measure of Ms. Sobol’s relative culpability. This is a
 7 fact that the Court should consider in determining a proportionally appropriate sentence for
 8 Ms. Sobol.

9 **X. THE SETTLEMENT WITH ING DEMONSTRATES AN EXTRAORDINARY
 10 ACCEPTANCE OF RESPONSIBILITY**

11 Several of the defendants in this criminal case, including Alla Sobol and David Sobol,
 12 have been sued in United States District Court by ING Bank for losses based on the conduct
 13 charged in the Indictment. *See ING Bank, fsb v. Korn et al., No. CV 09-00124 TSZ* (United
 14 States District Court W.D. WA). Alla Sobol and David Sobol have settled this lawsuit with
 15 ING. In exchange, ING has agreed to release the Sobols from liability:

16 **Section II, Paragraph 4. Mutual Release.**

17 In consideration of the agreements described herein, and upon completion of all
 18 obligations set forth herein, ING does hereby release and discharge the Sobols
 19 and their heirs, successors, and assigns, from any and all claims, causes of action,
 20 damages, debts, expenses, costs, attorneys' fees, and other taxable costs, and any
 21 other demands by ING, arising out of or relating to the real estate transaction and
 22 the claims asserted in or arising under the facts as presented in the Lawsuit of
 23 whatsoever kind, nature or description, whether past, present or future, known or
 24 unknown associated with the claims made in the Lawsuit, except as to the Sobols'
 25 duties under this Agreement and the Judgment. In consideration of the
 26 agreements described herein, and upon completion of all obligations subsidiaries,
 affiliates, officers, directors, partners, employees, agents, lawyers, servants,
 assignees, successors and/or other transferees or representatives, from any and all
 claims, causes of action, damages, debts, expenses, costs, attorneys' fees, and
 other taxable costs, and any other demands by the Sobols, arising out of or
 relating to the Lawsuit or the real estate transaction and the claims asserted in or
 arising under the facts as presented in the Lawsuit of whatsoever kind, nature or
 description, whether past, present or future, known or unknown associated with
 the claims made in the Lawsuit.

The foregoing releases do not apply to any other party to the Lawsuit, including
 without limitation Emerald City Escrow; or to any obligations undertaken by the

1 Parties pursuant to this Agreement or to the claims that are assigned to ING in
 2 Paragraph 8 below.

3 (The ING settlement agreement is subject to a confidentiality provision that limits its public
 4 disclosure, but permits disclosure to this Court. The full agreement will be provided to the
 5 Court as a separate exhibit.) This settlement with one of the principal victims of the charged
 6 crime, prior to sentencing, constitutes an extraordinary acceptance of responsibility that the
 7 Court should consider in imposing a proportional sentence on Ms. Sobol.

8 **XI. THE SEIZURE OF HUNDREDS OF THOUSANDS OF DOLLARS IN CASH
 9 AND PROPERTY IS A SUBSTANTIAL PUNITIVE SANCTION IMPOSED ON
 10 ALLA SOBOL AND A SUBSTANTIAL BENEFIT TO THE GOVERNMENT.**

11 The government has seized or liened over \$900,000.00 worth of cash and assets
 12 belonging to Ms. Sobol. Government's Motion to Maintain Custody of Property, dkt. 158.
 13 These are all of the funds Ms. Sobol has saved from all of her jobs since she was a teenager.
 14 (David and Alla Sobol divided their assets equally in February 2009, as part of their
 15 separation and intended dissolution. The approximate \$900,000.00 in cash and assets is Ms.
 16 Sobol's half of the Sobols' total net worth.) The government has indicated an intent to forfeit
 17 these assets.

18 This is a huge punitive sanction imposed personally on Ms. Sobol and her two-year
 19 old son, R.S. It is also a substantial benefit to the United States, arguably sufficient to
 20 compensate the government for the investigation of all of the defendants in this case. Even
 21 before *Booker*, such an extraordinary financial penalty was a judicially-recognized ground for
 22 a downward departure or variance from the (now) advisory guideline range. *See, e.g., United*
23 States v. Kim, 364 F.3d 1235, 1245 (11th Cir. 2004) (payment of \$280,000.00 restitution by
 24 husband and wife defendants by liquidating 75% of their life savings and undertaking
 25 enormous debt to pay restitution, after they pled guilty to conspiracy to defraud the United
 26 States, was extraordinary enough to justify downward departure from 24 months
 27 imprisonment to probation and home detention). The Court should consider this huge penalty
 28 in imposing a proportionally appropriate sentence on Ms. Sobol.

1 **XII. EXEMPLARY PERFORMANCE ON PRETRIAL SERVICES SUPERVISION**

2 The Magistrate Judge who heard Ms. Sobol's detention hearing (and rehearing) was
3 reluctant to release her, viewing her as a significant flight risk. The Assistant United States
4 Attorneys who handled this case also viewed her as a significant flight risk. However, the
5 forthrightness of Ms. Sobol's early cooperation persuaded the government and the Court that
6 Ms. Sobol was not a flight risk or a danger to the community. Ms Sobol was released from
7 custody on May 15, 2009. The trust that the government and the Court placed in Ms. Sobol
8 has been rewarded. The conditions of her release have included home detention and GPS
9 monitoring. Pretrial Services reports that Ms. Sobol has been in full compliance with the
10 terms of her bond.

11 **XIII. CONCLUSION**

12 Ms. Sobol was the last defendant to join and actively participate in the misconduct of
13 the conspiracy charged in the Superseding Information. Ms. Sobol was (with the exception of
14 Sandra Thorpe) the first one to exit the conspiracy. Ms. Sobol, David Sobol, and Sandra
15 Thorpe were the only participants in the conspiracy who voluntarily ceased their involvement
16 before they became aware that law enforcement had focused on them.

17 By her actions in promptly providing assistance to the government and pleading guilty
18 in this case, Alla Sobol has demonstrated that she has accepted responsibility for her actions.
19 It is absolutely clear that she will never be a risk to reoffend.

20 I believe and so does Alla that we are responsible for what happens in our
21 lives. My daughter put herself in the situation that caused these crimes. She
22 chose her business partners, she chose her husband, and she chose to do what
23 she did.

* * *

24 My daughter has accepted the responsibility for her crimes and knows that
25 she will live with a federal felony on her record her whole life, but I hope
26 that she is given a chance to prove to everyone that one mistake doesn't
 define who she is.

25 Letter from Diana Pyatetskaya to Judge Pechman at Exhibit A, p. 32-33.

1 Others who know her well understand that Alla has accepted responsibility for her
2 actions:

3 Alla is a very kind, loving, giving and intelligent person. All that is
4 happening to her right now has a very negative impact on her physical and
5 psychological health. It is hard for her to even think about being away from
6 her son even for a day. I believe that she has fully understood her mistakes,
7 and accepted responsibility for her conduct. At this point she is trying to find
8 a job and thinking about continuing her education. I strongly believe that
9 Alla Sobol will never have problems with the Law in the future; her
10 intelligence will not allow her to make such a mistake again. The lesson is
11 learned now.

12 Letter from Yelena Sakk to Judge Pechman (October 7, 2009) at Exhibit A, p. 35.

13 I am familiar with charges brought against Alla and I can tell you that she has
14 fully accepted responsibility and trying her best to change her life in a
15 positive ways.

16 Letter from Vadim Aleksanyan, RN to Judge Pechman (October 12, 2009) at Exhibit A, p.
17 36.

18 It is especially a difficult time for [Alla's son R.S.] when Alla was away for
19 the few months that she spent in prison. Children can feel the stress and are
20 very sensitive to events in their family's life even though they may not know
21 exactly what is going on. Although Alla has been home now, [R.S.'s]
22 grandmother drives and picks him up from daycare because of Alla's home
23 detention and I can tell you that other kids pickup on that, they always tell
24 R.S. that they have a mother and a father and R.S. gets picked up by his
25 grandmother, but R.S. always tells them that his mom is waiting for him at
26 home.

1 Letter from Maryna Mysko to Judge Pechman (October 12, 2009) at Exhibit A, p. 38.

2 We all make mistakes and sometimes forget right from wrong, but knowing
3 the kind of person Alla is I know she can move on and improve her life going
4 forward, she has great support from her mom who she is currently living with
5 and other friends and family who only want to see her succeed in life. I am
6 positive that Alla will not make the same mistakes again, and has learned a
7 good lesson from this experience.

8 Letter from Sofya Spektor to Judge Pechman (October 10, 2009) at Exhibit A, p. 41.

9 Ms. Sobol has directly admitted her culpability and, both by her words and her
10 actions, expressed her sincere remorse.

11 When I was at Nationwide, I did originate loans. Many of the loans that I
12 originated were clean and solid loans. Some were not. As to the loans with
13 false statements, I knew that what I was doing was wrong. I regret every day
14 that I made those choices. I could have done better with my career but I

1 didn't. On some loans, I forged documents to get people approved and made
2 false statements to banks when submitting loans. I did not intend for the
3 banks or for anyone to have losses on these loans, and hoped that the
4 continued run-up in the housing market and the ready ability for anyone to
refinance would avoid harm. But this was naive and wrong. I know that I
was greedy and wanted to make a lot of money. I still knew that I was
breaking the law and I am extremely sorry that I did this.

5 Letter from Alla Sobol to Judge Pechman (November 20, 2009) at p. 6.

6 After completing the custodial portion of any sentence imposed by the Court, Alla
7 Sobol plans to build on her current volunteer work as an English as a Second Language (ESL)
8 instructor to new immigrants by obtaining a Masters degree in Social Work. Ms. Sobol is
9 hopeful that she can make amends for her misconduct by remaking her career as a social
10 worker, helping others:

11 After jail time at SeaTac and volunteering, as soon as I am able, I want to
12 apply to the Masters of Social Work program at UW. I hope to become the
13 person I should have been and to give back to the community and help
14 people who are challenged by language and cultural barriers, poverty and
lack of education, including single moms with no support. I know what it is
15 like when it seems like there is nothing left out there for you and how some
positive words or help can change all that around and maybe prevent
someone from making the same mistakes that I did.

16 I am truly sorry for having engaged in this conduct and I know in my heart
17 that it will never happen again.

18 Letter from Alla Sobol to Judge Pechman (November 20, 2009) at p. 7.

19 Under the current sentencing paradigm in federal court, it is ultimately up to the Court
20 to exercise its discretion about the individual human being standing before it, and
“recognizing that imprisonment is not an appropriate means of promoting correction and
21 rehabilitation,” 18 U.S.C. § 3582(a), to determine a sentence that is “sufficient, but not greater
22 than necessary,” *Kimbrough* 128 S. Ct. at 570, to achieve the goals of sentencing. Here,
23 considering Ms. Sobol’s history and characteristics, and the circumstances of this offense, it is
24 respectfully suggested that a sentence of three years in prison, as recommended by the
probation department, and four years in prison, as recommended by the government, are
25
26

1 sentences that are much greater than necessary to achieve a just sentence. These
2 recommended sentences also fail to reflect a fair sense of proportionality and relative
3 culpability among these various defendants.

4 DATED this 1st day of December 2009.

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